

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
KINGSTON-TERRILL WATER DISTRICT)	CASE NO. 91-229

O R D E R

On July 5, 1991, Kingston-Terrill Water District ("District") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure, KRS 278.015 and 807 KAR 5:068. Subsequently, on July 12, 1991, the District filed a revised tariff sheet in order to comply with 807 KAR 5:011, Section 3(4)(e). The record is now complete.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds that:

1. The District purchases water from the city of Richmond ("Richmond"). Prior to this case, Richmond billed the District on a five step declining block rate schedule based on units measured in cubic feet. Richmond has changed the rate structure it charges to its wholesale customers to a flat fee based on units measured in 100 cubic feet.

2. Effective with bills mailed on July 1, 1991, Richmond increased its rates to the District from approximately \$.95 to \$1.30 per 100 cubic feet. The weighted average monthly bill will

increase from \$31.72 to \$37.66 which is an increase of 18.73 percent.

3. The District proposes to increase the rates to its customers effective July 1, 1991.

4. During the 12 months ending April 30, 1991, the District purchased 24,126,400 cubic feet of water and sold 19,300,895 cubic feet.

5. The District's calculations are correct and show that the increase in purchased water costs is \$86,265, resulting in a purchased water adjustment of 45 cents per 100 cubic feet.

6. The purchased water adjustment of 45 cents per 100 cubic feet and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

7. The tariff sheet filed by the District July 12, 1991 is correct and should be approved as filed.

IT IS THEREFORE ORDERED that:




1. The purchased water adjustment of 45 cents per 100 cubic feet and the rates in Appendix A are hereby approved for services rendered on and after July 1, 1991.

2. The tariff sheet filed by the District July 12, 1991 is approved as filed.

Done at Frankfort, Kentucky, this 19th day of July, 1991.

ATTEST:


Executive Director

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-229 DATED 7/19/91

The following rates and charges are prescribed for the customers in the area served by Kingston-Terrill Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

<u>Usage Blocks</u>	<u>Monthly Rates</u>
First 200 cubic feet	\$8.25 Minimum Bill
Next 300 cubic feet	3.70 per 100 cubic feet
Next 300 cubic feet	2.80 per 100 cubic feet
Over 800 cubic feet	1.90 per 100 cubic feet